

HALL CHADWICK

MELBOURNE AUDIT

The Royal Society of Victoria Inc.

ABN 62 145 872 663

Financial Statements for the year ended 31 December 2018



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Hall Chadwick Association – a national group of independent Chartered Accountants and Business Advisory firms.
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THE ROYAL SOCIETY OF VICTORIA INC.
ABN 62 145 872 663
FINANCIAL REPORT FOR THE
YEAR ENDED 31 DECEMBER 2018

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General Information

The financial statements cover the Royal Society of Victoria Inc. ("the Society") as an individual entity. The financial statements are presented in Australian dollars, which is the Society's functional and presentation currency.

Registered Office and Principal Place of Business

8 La Trobe St,
Melbourne Vic 3000

A description of the nature of the Society's operations and its principal activities are included in the President's report, which is not part of the financial statements.

The financial statements were authorised for issue on 9th May 2019.

THE ROYAL SOCIETY OF VICTORIA INC.
ABN 62 145 872 663
FINANCIAL REPORT FOR THE
YEAR ENDED 31 DECEMBER 2018

Council has the honour to present its financial report of the activities of The Royal Society of Victoria Inc. (a non Reporting Association) for its 164th year of operation: the financial year ended 31 December 2018.

PATRON

The Hon Linda Dessau AC, Governor of Victoria

COUNCIL

OFFICE BEARERS

President	Mr David Zerman , MPH, FFIA, CFRM, FAIM
Vice President	Mrs Nicola Williams , BSc, DipEd, MSc, FRACI
Immediate Past President	Dr William Birch AM , BSc(Hons), PhD
Honorary Secretary	Dr Peter G Baines , BA(Hon), BSc(Melb), PhD(Cantab)
Honorary Treasurer	Mr Andrew Davison , BSc, BComp(Hons)

MEMBERS

Ms Sophia Frentz, BSc (Hons)
A/Prof Robert Day, BSc (Hons), PhD
A/Prof Gavin Smith, BPS, GradDip, MEH, PhD
Dr Kevin Orrman-Rossiter, BAppPhys, MAppSci, PostgradDip, PhD
Dr Tom Beer, DSc, PhD Ms,
Ms Pamela Borger, BSc (Hons), DipEd, Med
Mr John Link, BEng
Mr Viktor Perunicic, BSc, MSc
Prof David Walker, BSc, PhD, DSc
Dr Julie Boyce, BSc, PhD
Dr Catherine De Burgh-Day, BSc, MSc, PhD
Ms Rosie Stramandinoli, DiplPP, BAsc (Chem)

RETURNING OFFICER

Em Prof J W Warren, MA, PhD
Dr Douglas McCann, DipAppChem, DipEd, GradDipLib, MEnvSc, PhD (Deputy)

CHIEF EXECUTIVE OFFICER

Mr Mike Flattley, BA, GradCert, GradCertDes, MAICD

TRUSTEES

Dr D M Churchill, BSc (Hons1), MA, IPPA, PhD
Dr A S Finkel, AO, PhD, FAA, FTSE
Prof L Selwood, AO, BSc, MSc, PhD
Em Prof J W Warren, MA, PhD

THE ROYAL SOCIETY OF VICTORIA INC.
ABN 62 145 872 663
**FINANCIAL REPORT FOR THE
YEAR ENDED 31 DECEMBER 2018**

Principal Activities

The principal activities of the Society during the financial year were the promotion and advancement of pure and applied science and technology.

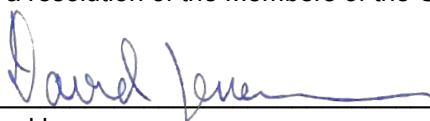
Significant Changes

No significant change in the nature of these activities occurred during the year.

Operating Result

The Deficit of the Society was \$76,764 before depreciation. After charging depreciation the Net deficit was \$230,950.

Signed in accordance with a resolution of the Members of the Council.



Signed by : David Zerman, President



Signed by : Nicola Williams, Vice-President

Dated this 14th of March 2019

THE ROYAL SOCIETY OF VICTORIA INC.
ABN 62 145 872 663

**REVIEWER'S INDEPENDENCE DECLARATION UNDER
SECTION 60-40 OF THE AUSTRALIAN CHARITIES AND NOT FOR PROFITS
COMMISSION ACT 2012**

TO THE COUNCIL OF THE ROYAL SOCIETY OF VICTORIA INC.

I declare that, to the best of my knowledge and belief, in relation to the review for the year ended 31 December 2018 there has been:

- (i) No contraventions of the auditor independence requirements as set out in the Australian Charities and Not for Profits Commission Act 2012 in relation to the review; and
- (ii) No contraventions of any applicable code of professional conduct in relation to the review.

Hall Chadwick Melbourne Audit
Chartered Accountants
Level 14, 440 Collins Street
MELBOURNE VIC 3000



Partner: David Lissauer

Date: 7 May 2019

THE ROYAL SOCIETY OF VICTORIA INC.
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2018

	Note	2018 \$	2017 \$
OPERATING INCOME			
Members' Subscriptions		64,271	65,846
Venue Hire Income	13	211,725	190,388
Sales – Memorabilia, Publications & Proceedings		1,721	2,168
Event & Symposia Income		21,068	14,720
Donations, Bequests, Fundraising & Grants	14	362,988	90,576
Other Income		12,735	666
Interest Received		275	159
		674,783	364,523
OPERATING EXPENDITURE			
Advertising, Promotion and Website		47,244	14,058
Awards and Prizes		12,585	9,350
Accountancy & Auditor's Remuneration		13,033	6,656
Bank Charges		1,100	956
Catering		39,841	25,225
Cleaning		23,349	25,520
Computer and Internet		2,382	4,822
Donations, Grants, Prizes and Sponsorships		63,840	3,592
Honorariums		3,214	1,438
Insurance		28,074	20,066
Legal Costs		24,926	3,465
Office Expenses		19,904	12,511
Postage and Courier		4,527	3,969
Printing & Publishing		12,591	18,306
Professional Services		96,597	26,678
Repairs & Maintenance		8,627	11,729
Salaries, Long Service Leave and Superannuation		380,138	285,715
Staff Training		7,930	-
Telephone		4,805	1,198
Travelling Expenses		8,775	2,335
Utilities		18,067	13,706
TOTAL OPERATING EXPENDITURE		821,549	491,295
NET RESULT (DEFICIT) FROM OPERATIONS		(146,766)	(126,772)
NON-OPERATING EXPENDITURE			
Provision for Stock Obsolescence	5	2,366	3,364
Depreciation of Property Plant & Equipment	15	9,180	1,402
Depreciation of Buildings	15	145,006	145,006
TOTAL NON OPERATING EXPENDITURE		156,552	149,772
TOTAL EXPENDITURE		978,101	641,067
NET RESULT (DEFICIT) BEFORE INVESTING ACTIVITIES		(303,318)	(276,544)

The above statement should be read in conjunction with the accompanying notes

**THE ROYAL SOCIETY OF VICTORIA INC.
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2018**

	Note	2018 \$	2017 \$
RSV SCIENCE FOUNDATION			
Dividends, Distributions and Interest		64,899	56,767
Franking Credits		15,755	11,139
Less Investment Manager Charges & Rebates		(8,286)	(8,171)
NET RESULT FROM RSV SCIENCE FOUNDATION		72,368	59,735
NET RESULT (DEFICIT)	16	(230,950)	(216,809)
OTHER COMPREHENSIVE INCOME			
<i>Items that will not be reclassified to the profit and loss</i>			
Unrealised Gains (Losses) RSV Science Foundation		(53,071)	18,326
Unrealised Gains (Losses) Direct Shares & Investments		296	(802)
Revaluation of Buildings and Improvements		-	-
TOTAL OTHER COMPREHENSIVE INCOME		(52,775)	17,524
TOTAL COMPREHENSIVE INCOME (DEFICIT)		(283,725)	(199,285)

The above statement should be read in conjunction with the accompanying notes

**THE ROYAL SOCIETY OF VICTORIA INC.
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2018**

	Note	2018 \$	2017 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	3	67,674	29,728
Other receivables	4	43,529	19,241
Inventories	5	22,013	24,379
Prepayments		200	200
TOTAL CURRENT ASSETS		<u>133,416</u>	<u>73,548</u>
NON-CURRENT ASSETS			
Financial assets	6	829,970	1,031,232
Buildings, equipment and collections	7	6,866,037	6,939,777
TOTAL NON-CURRENT ASSETS		<u>7,696,007</u>	<u>7,971,009</u>
TOTAL ASSETS		<u>7,829,423</u>	<u>8,044,557</u>
LIABILITIES			
CURRENT LIABILITIES			
Other Payables	8	21,930	17,917
Employee benefits	9	18,868	16,537
Income Received in Advance	10	66,421	8,705
TOTAL CURRENT LIABILITIES		<u>107,219</u>	<u>43,159</u>
NON-CURRENT LIABILITIES			
Employee benefits	9	17,469	12,938
TOTAL NON-CURRENT LIABILITIES		<u>17,469</u>	<u>12,938</u>
TOTAL LIABILITIES		<u>124,688</u>	<u>56,097</u>
NET ASSETS		<u>7,704,735</u>	<u>7,988,460</u>
MEMBERS' FUNDS			
Reserves	11	7,498,148	7,550,923
Retained earnings	12	206,587	437,537
TOTAL MEMBERS' FUNDS		<u>7,704,735</u>	<u>7,988,460</u>

The above statement should be read in conjunction with the accompanying notes

**THE ROYAL SOCIETY OF VICTORIA INC.
STATEMENT OF CHANGE IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2018**

	Note	2018 \$	2017 \$
	Reserves \$	Retained earnings \$	Total \$
Balance at 1 July 2013	7,046,511	1,209,294	8,255,805,
Deficit attributable to members	-	(132,158)	(132,158)
Movement in Reserves	26,053	-	26,053
Balance at 30 June 2014	<u>7,072,564</u>	<u>1,077,136</u>	<u>8,149,700</u>
Deficit attributable to members	-	(246,431)	(246,431)
Movement in reserves	(16,419)	-	(16,419)
Balance at 30 June 2015	<u>7,056,145</u>	<u>830,705</u>	<u>7,886,850</u>
Deficit attributable to members	-	(176,359)	(176,359)
Movement in reserves	477,254	-	477,254
Balance at 30 June 2016	<u>7,533,399</u>	<u>654,346</u>	<u>8,187,745</u>
Deficit attributable to members	-	(216,809)	(216,809)
Movement in reserves	17,524	-	17,524
Balance at 30 June 2017	<u>7,550,923</u>	<u>437,537</u>	<u>7,988,460</u>
Deficit attributable to members	-	(230,950)	(230,950)
Movement in reserves	(52,775)	-	(52,775)
Balance at 30 June 2018	<u>7,498,148</u>	<u>206,587</u>	<u>7,704,735</u>

The above statement should be read in conjunction with the accompanying notes

**THE ROYAL SOCIETY OF VICTORIA INC.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

CASH FLOWS FROM OPERATING ACTIVITIES

Cash receipts from Customers, Members and Government	796,163	455,836
Cash paid to Suppliers and Employees	(883,047)	(570,404)
NET CASH GENERATED (USED) IN OPERATING ACTIVITIES	(86,884)	(114,568)

CASH FLOWS FROM INVESTING ACTIVITIES

Purchase of property, plant and equipment	(80,445)	-
Dividends received	-	-
Interest received	275	159
Drawdown of Investment	205,000	110,000
NET CASH GENERATED FROM INVESTING ACTIVITIES	124,830	110,159

NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS

	37,946	(4,409)
CASH AND EQUIVALENTS AT BEGINNING OF YEAR	29,728	34,137
CASH AND CASH EQUIVALENTS AT END OF YEAR	67,674	29,728

**THE ROYAL SOCIETY OF VICTORIA INC.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements cover The Royal Society of Victoria as an individual entity. The Society is a not for profit Association incorporated in Victoria under the Associations Incorporation Reform Act 2012.

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied unless otherwise stated.

New or amended Accounting Standards and Interpretations adopted

The Society has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Basis of Preparation

This financial report is a special purpose financial report prepared in order to comply with the financial reporting requirements of the Australian Charities and Not-for-profits Commission Act 2012 and the Associations Incorporation Reform Act 2012. The Council has determined that the association is not a reporting entity and that the accounting policies adopted are appropriate to meet the needs of the members of the Society.

These financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the disclosure requirements of AASB 101 'Presentation of Financial Statements', AASB 107 'Statement of Cash Flows', AASB 108 'Accounting Policies, Changes in Accounting Estimates and Errors', AASB 1048 'Interpretation of Standards' and AASB 1054 'Australian Additional Disclosures', as appropriate for not-for-profit entities.

Historical cost convention

The financial statements have been prepared under the historical cost convention.

Critical accounting estimates

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the incorporated association's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 2.

Income Tax

The Society is an income tax exempt entity.

Cash and Cash Equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with banks, and other short-term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk to changes in value.

**THE ROYAL SOCIETY OF VICTORIA INC.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

Provisions

Provisions are recognised when the Society has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions are measured at the best estimate of the amounts required to settle the obligation at reporting date.

Employee Provisions

Provision for employee benefits represents amounts accrued for annual leave, personal leave and long service leave.

The current portion for this provision includes the total amount accrued for annual leave entitlements, personal leave entitlements, and the amounts accrued for long service leave entitlements that have vested due to employees having completed the required period of service. The Society may not pay the full amount of leave balances classified as current liabilities within the next 12 months. However, these amounts must be classified as current liabilities since the Society does not have an unconditional right to defer the settlement of these amounts in the event employees wish to use their leave entitlement.

The non-current portion of this provision includes amounts accrued for long service leave entitlements that have not yet vested in relation to those employees who have not yet completed the required period of service. Long service leave is accrued once an employee commences employment.

Fixed Assets

The building and improvements have been paid for by the Society over its lifetime. However, it should be noted that the building is constructed on land which is not owned by the Society but which is held by Trustees pursuant to statute. In view of this, neither the building nor the land is regarded by the Society as realisable assets. There are however, still economic benefits associated with the buildings and improvements and the value of the Building and Improvements is recognised as a result of this.

An inventory of fixed assets was undertaken during 2011 and values established for assets physically in existence. The values reported reflect a realisable or replacement cost. Depreciation has been applied to these assets from 1st January 2011.

In 2016, the Society commissioned an Insurance Valuation for the buildings (Note 10). The Council considers this valuation to be at Fair Value and have therefore revalued the carrying amount to align with this valuation. The revaluation increment was charged to reserves.

Building and improvements are being amortised over forty years in accordance with accounting practices with the amortisation written off to the income statement. This amortisation initially commenced 1st January 2010 when the restoration works were completed. This time frame has continued to be applied post-revaluation as the revaluation did not impact on the perceived useful life of the building.

Revenue and Other Income

Revenue is recognised when it is probable that the economic benefit will flow to the Society and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable. Interest revenue is recognised when received. All revenue is stated net of the amount of goods and services tax (GST).

**THE ROYAL SOCIETY OF VICTORIA INC.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of GST. The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the balance sheet.

Investments

Investments held are originally recognised at cost, which includes transaction costs. The investments are then revalued to market value.

Impairment

At each reporting date, the Society reviews the carrying values of its assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

Impairment testing is performed annually.

**THE ROYAL SOCIETY OF VICTORIA INC.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

		2018 \$	2017 \$
3	Cash and Cash Equivalents		
	Petty Cash	72	114
	Cash at Bank	<u>67,602</u>	<u>29,614</u>
		<u>67,674</u>	<u>29,728</u>
4	Other Receivables		
	Sundry Debtors	<u>43,529</u>	<u>19,241</u>
		<u>19,241</u>	<u>19,241</u>
5	Inventories		
	Publications	48,001	48,001
	Coins & Stamps	2,955	2,955
	Less Provision for Stock Obsolescence	<u>(28,943)</u>	<u>(26,577)</u>
		<u>22,013</u>	<u>24,379</u>
6	Financial Assets		
	Science Foundation Investment Portfolio (Equity Trustees)	828,379	1,029,937
	Shares and Other Direct Investments (Computershare)	<u>1,591</u>	<u>1,295</u>
		<u>829,970</u>	<u>1,031,232</u>

**THE ROYAL SOCIETY OF VICTORIA INC.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

	2018 \$	2017 \$
7 Buildings, Equipment and Collections		
Buildings		
Buildings - Main & Carpark - At Valuation	4,310,000	4,310,000
Less: Accumulated Depreciation	(304,312)	(173,706)
Buildings - Cottage - At Valuation	480,000	480,000
Less Accumulated Depreciation	(33,600)	(19,200)
Total Buildings	4,452,088	4,597,094
Computers and Other Equipment - At Cost	132,644	80,838
Less: Accumulated Depreciation	(77,281)	(68,392)
	<u>55,363</u>	<u>12,446</u>
Fixtures & Fittings - At Cost	28,640	-
Less: Accumulated Depreciation	(93)	-
	<u>28,547</u>	<u>-</u>
Paintings - At Valuation	19,818	19,818
Less: Accumulated Depreciation	(1,584)	(1,386)
	<u>18,234</u>	<u>18,432</u>
Burke and Wills Collection - At Valuation	2,225,000	2,225,000
Library - At Valuation	86,805	86,805
Total Equipment, Fixtures & Collections	2,342,683	2,342,683
Total Buildings, Equipment & Collections	6,866,037	6,939,777

**THE ROYAL SOCIETY OF VICTORIA INC.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

		2018 \$	2017 \$
8	Other Payables		
	Sundry Creditors	21,930	17,917
		21,930	17,917
9	Employee Benefits		
	Current		
	Provision for Annual Leave and Personal Leave	18,868	16,537
		18,868	16,537
	Non-Current		
	Provision for Long Service Leave	17,469	12,938
		17,469	12,938
10	Income Received in Advance		
	Memberships	1,603	8,705
	Grant – Laby Foundation Women in Physics	22,727	
	Grant – DELWP Science for All	30,727	
	Grant – DELWP Regional Forests Agreement	11,364	
		66,421	8,705

**THE ROYAL SOCIETY OF VICTORIA INC.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

	2018	2017
	\$	\$
11 Reserves		
Building Revaluation Reserve		
Opening Balance for the year	4,995,530	4,995,530
Increase (Decrease) in Valuation	-	-
	4,995,530	4,995,530
Burke and Wills Collection Reserve		
Opening Balance for the year	2,225,000	2,225,000
<p>The Burke and Wills Collection owned by the Society and held by the State Library of Victoria, was independently valued during 2011. This valuation was provided by Director Collections & Access, State Library Victoria.</p>		
Investment Revaluation Reserve		
Opening Balance for the year	370,829	353,305
Increase (Decrease) in Market Value of Science Foundation Investment Portfolio	(53,071)	18,326
Increase (Decrease) in Market Value of Direct Shares	296	(802)
Adjustment for prior years and change of accounting practice	-	-
	318,054	370,829
Library Revaluation Reserve		
Opening Balance for the year	86,805	86,805
<p>An independent valuation was obtained in 2010. There is no documentation to support this historical figure.</p>		
Revaluation of Fixtures and Fittings		
Opening Balance	(127,241)	(127,241)
	7,498,148	7,550,923
12 Retained Earnings		
Retained earnings at the beginning of the financial year	437,537	654,346
Net loss attributable to the association	(230,950)	(216,809)
Retained earnings at the end of the financial year	206,587	437,537

**THE ROYAL SOCIETY OF VICTORIA INC.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

		2018	2017
		\$	\$
13	Venue Hire Income		
	Leases and Tenancies	62,182	71,915
	Casual Venue Hire	149,543	118,473
		<u>211,725</u>	<u>190,388</u>
14	Donations, Bequests, Fundraising & Grants		
	Federally funded Inspiring Australia Grant	275,000	-
	DELWP Future Thinking Grant	10,000	-
	DOJ Emergency Management Symposium Grant	10,000	-
	Migrant Science Communication Grant	-	22,000
	Other Grants	6,709	-
	Donation – Lady Primrose Potter	5,000	-
	Member donation (anonymous)	10,000	-
	Member donation (anonymous)	10,000	10,000
	Member Bequest Lynette Young	-	29,164
	Member Bequest Frank Lee	25,000	5,000
	Flower Show Parking	2,086	3,350
	Campfires crowd funding	2,318	-
	Other donations from members and fundraisings	6,875	21,062
		<u>362,988</u>	<u>90,576</u>
15	Depreciation		
	Depreciation	<u>154,186</u>	<u>146,408</u>

Depreciation is calculated using a mixture of diminishing value and prime cost methodologies, consistently applied to asset classes each year in accordance with the Australian Accounting Standards

16 Net Deficit

The net deficit of \$230,950 is after charging as an expense provision for stock obsolescence of \$2,366, depreciation of equipment and paintings of \$9,180 and depreciation of buildings \$145,006. All of these items are non-cash items. The Society had a Net Deficit before depreciation and stock obsolescence of \$74,398.

**THE ROYAL SOCIETY OF VICTORIA INC.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

2018	2017
\$	\$

17 Dividends and Movements in the Science Foundation

This amount includes dividends, distributions, interest and franking credits received of \$80,654 from the RSV Science Foundation (investment portfolio). These realised gains were offset by Investment Manager fees charges and rebates of \$8,286 resulting in a net realised gain of \$72,368.

\$205,000 was withdrawn from the RSV Science Foundation during the 2018 year.

This fund transfer was allocated to the Phillip Law Postdoctoral Award, RSV Research Medal, Young Scientist Research Prizes and sponsorship of the Science Talent Search and Australian Natural History Medallion, with the balance allocated to offset the operating deficit.

The withdrawal of \$205,000 (2017 \$110,000) from the RSV Science Foundation is consistent with the financial management plan adopted by Council. The Council-approved withdrawals commenced in the 2014 year.

The unrealised loss (market movement) for the RSV Science Foundation after taking into account realised gains, investment manager fees, charges and rebates and withdrawals to the Society's operating bank account during the 2018 year was \$53,071 compared to an unrealised gain in 2017 of \$18,325.

**THE ROYAL SOCIETY OF VICTORIA INC.
STATEMENT BY MEMBERS OF THE COUNCIL
FOR THE YEAR ENDED 31 DECEMBER 2017**

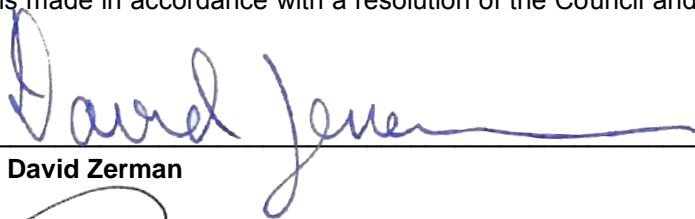
The Council has determined that the Society is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the Council the financial report as set out on pages 1 to 18

1. Presents a true and fair view of the financial position of The Royal Society of Victoria Inc. as at 31 December 2018 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that The Royal Society of Victoria Inc. will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the Council and is signed for and on behalf of the Council by:

President:



Mr David Zerman

Treasurer:



Mr Andrew Davison

Dated this 14th day of March 2019

THE ROYAL SOCIETY OF VICTORIA INC.
ABN 62 145 872 663

**INDEPENDENT REVIEWER'S REPORT
TO THE COUNCIL OF THE ROYAL SOCIETY OF VICTORIA INC.**

Report on the Financial Report

We have reviewed the accompanying financial report of The Royal Society of Victoria Inc., which comprise the statement of financial position as at 31 December 2018, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Council's Responsibility for the Report

The Council is responsible for the preparation and fair presentation of these financial report in accordance with the Australian Accounting Standards to the extent noted in Note 1, Associations Incorporation Reform Act 2012 (Vic), Australian Charities and Not-for-profits Commission Act 2012 and the Australian Charities and Not-for-profits Commission Regulation 2013, and for such internal control as the Council determines is necessary to enable the preparation of financial report that are free from material misstatement, whether due to fraud or error.

Assurance Practitioner's Responsibility

Our responsibility is to express a conclusion on the accompanying financial report. We conducted our review in accordance with Standard on Review Engagements ASRE 2400, Review of a Financial Report Performed by an Assurance Practitioner Who is not the Auditor of the Entity. ASRE 2400 requires us to conclude whether anything has come to our attention that causes us to believe that the financial report, taken as a whole, are not prepared in all material respects in accordance with the applicable financial reporting framework. This Standard also requires us to comply with relevant ethical requirements.

A review of financial report in accordance with ASRE 2400 is a limited assurance engagement. The assurance practitioner performs procedures, primarily consisting of making enquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with Australian Auditing Standards. Accordingly, we do not express an audit opinion on the financial report.

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Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the financial report do not present fairly, in all material respects, or do not give a true and fair view of the financial position of The Royal Society of Victoria Inc. as at 31 December 2018, and of its financial performance and cash flows for the year then ended, in accordance with the Australian Accounting Standards to the extent noted in Note 1, Associations Incorporation Reform Act 2012 (Vic), Australian Charities and Not-for-profits Commission Act 2012 and the Australian Charities and Not-for-profits Commission Regulation 2013.

Hall Chadwick Melbourne Audit
Chartered Accountants
Level 14, 440 Collins Street
MELBOURNE VIC 3000



Partner: David Lissauer

Date: 7 May 2019

**THE ROYAL SOCIETY OF VICTORIA INC.
CERTIFICATE BY MEMBERS OF THE COUNCIL
FOR THE YEAR ENDED 31 DECEMBER 2018**

Annual Statements Give True and Fair View of Financial Position of Incorporated Association

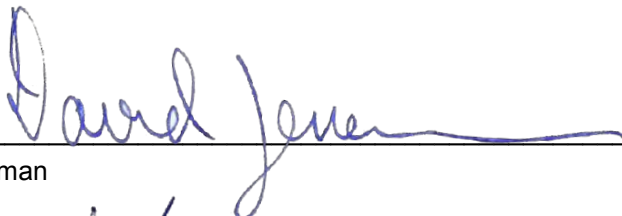
We, David Zerman of 21 Oakleigh Road, Carnegie, Victoria 3163 and Nicola Williams of 16 Viewmount Road, Glen Waverley, Victoria 3150 certify that :

:

- a. We are members of the Council of The Royal Society of Victoria Inc. (a Non Reporting Association).
- b. We attended the Annual General Meeting of the Society held on 9th of May 2019.
- c. We are authorised by the Council to sign this certificate.
- d. The Financial Statements were submitted to the members of the Society at its Annual General Meeting.
- e. The statements attached to this certificate give a true and fair view of the financial performance and position of the Society during and at the end of the financial year ended 31 December 2018

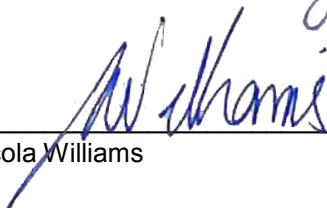
Dated this 9th day of May 2019

Council Member:



Mr David Zerman

Council Member:



Mrs Nicola Williams